

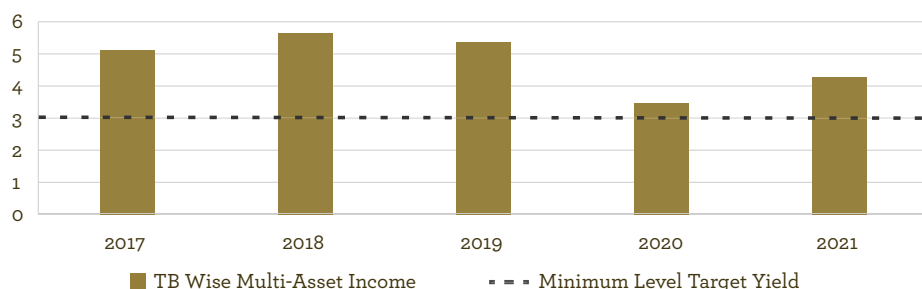
# TB WISE MULTI-ASSET INCOME

## INVESTMENT OBJECTIVE

The Fund aims (after deduction of charges) to provide:

- an annual income in excess of 3%; and
- income and capital growth (after income distributions) at least in line with the Consumer Price Index ("CPI"), over Rolling Periods of 5 years.

## Annual Historic Yield (%)



Historic Yield has been calculated by summing the dividends over the given period divided by the price on the final XD date for the period.

Source: Financial Express 31 December 2022

## 5 YEAR PERFORMANCE (%)



## Cumulative Performance

	1m	3m	6m	1yr	3yr	5yr
Fund <sup>1</sup>	0.4	6.8	0.6	-3.7	5.4	12.6
CPI		2.3	4.0	10.1	16.8	20.8
IA Mixed 40-85% Sector	-1.4	2.9	0.9	-10.0	5.1	14.3
Quartile	1	1	3	1	3	3

## Discrete Annual Performance

12 months to	31.12.2022	31.12.2021	31.12.2020	31.12.2019	31.12.2018
Fund <sup>1</sup>	-3.7	21.6	-10.0	21.4	-12.0
CPI	10.1	5.4	0.6	1.3	2.1
IA Mixed 40-85% Sector	-10.0	10.9	5.3	15.8	-6.1

All performance data used on this factsheet is total return, bid-to-bid, net of UK dividend tax credit, and sourced from Financial Express.

The fund's main unit was changed to B shares on 1 December 2012 to comply with RDR regulation.

1. TB Wise Multi-Asset Income B Inc.

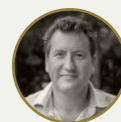
The CPI quoted is the target benchmark. The IA Mixed 40-85% Investment Sector has been chosen as an additional comparator benchmark. To find out more, please see the full prospectus. To find out more, please see the full prospectus.

As the factsheets are produced prior to the publication of the latest monthly CPI figures, the performance calculations assume the published CPI for the most recent month is the same as the previous month.

**Past performance is not a guide to the future and outperforming target benchmarks is not guaranteed.**

## PORTFOLIO MANAGERS

Wise Funds adopt a team approach. For full bios see [www.wise-funds.co.uk/about-us/our-people](http://www.wise-funds.co.uk/about-us/our-people).



### PHILIP MATTHEWS

Philip started his investment career in 1999 before he joined the Wise Funds team in September 2018 as a co-portfolio manager.



### VINCENT ROPERS

Vincent started his investment career in 2004 before he joined the Wise Funds team in April 2017 as a co-portfolio manager.

## FUND ATTRIBUTES

- ④ A flexible, diversified portfolio that can invest in all asset classes.
- ④ Targets a consistent and attractive level of income.
- ④ The portfolio invests both direct and through open and closed-ended funds.
- ④ Adopts a value bias investment approach.
- ④ Monthly distributions.

## INVESTOR PROFILE

- ④ Seek an attractive level of income and the prospect of some capital growth.
- ④ Accept the risks associated with the volatile nature of an adventurous multi-asset investment.
- ④ Plan to hold their investment for the long term, 5 years or more.

## RATINGS





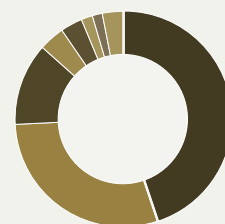
## PORTFOLIO

## Top 20 Holdings (%)

Blackrock World Mining	5.3
Aberforth Smaller Companies Trust	5.2
TwentyFour Strategic Income Fund	5.0
Schroder Global Equity	4.9
TwentyFour Income Fund Ltd.	4.9
Legal & General	4.7
Ct Private Equity Trust	4.5
abrdn Property Income Trust	4.3
GCP Infrastructure Investments	4.0
Paragon	4.0
Ediston Property	3.9
abrdn Asian Income Fund	3.9
BlackRock Energy and Resources Income Trust	3.8
Middlefield Canadian Income	3.3
Polar Capital Global Financials Trust	3.3
Palace Capital	3.0
Man GLG Income	2.4
Ecofin Global Utilities and Infra. Trust	2.0
Starwood European Real Estate Finance Ltd.	2.0
Fidelity Special Values	1.9
<b>Total</b>	<b>76.3</b>

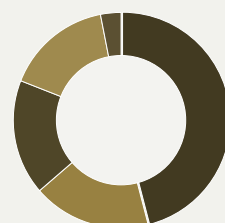
## Geographical Allocation (%)

UK	44.9
Global	29.4
Europe	12.4
Asia Pacific ex-Japan	3.9
North America	3.3
Japan	1.7
Emerging Markets	1.5
Cash & Income	3.1



## Asset Allocation (%)

Equities	46.0
Alternatives	17.7
Fixed Interest	17.3
Property	16.0
Cash & Income	3.1



## CONTRIBUTIONS TO PERFORMANCE

## Top 5 Contributors Monthly Contribution (%)

Paragon	0.67
abrdn Property Income Trust	0.54
GCP Infrastructure Investments	0.16
Aberforth Smaller Companies Trust	0.13
Palace Capital	0.11

## Top 5 Detractors

Temple Bar Investment Trust	-0.06
abrdn Asian Income Fund	-0.11
Middlefield Canadian Income	-0.22
Ediston Property	-0.29
Ct Private Equity Trust	-0.32

The contributions are the holdings that either contributed or detracted on performance over the month, showing the top 5 (where relevant) of each category.

All Data is sourced from Wise Funds and Factset.

## ANNUAL DIVIDEND PAYMENTS

Year	Pence/share	Rolling 5 Year Change	5 Year UK CPI (Inflation)
2012	5.29	23.02%	+17.41%
2013	5.10	1.39%	+17.83%
2014	5.35	16.30%	+16.24%
2015	5.34	26.54%	+12.81%
2016	5.49	10.91%	+8.48%
2017	6.06	14.56%	+7.36%
2018	6.87	34.71%	+7.26%
2019	6.62	23.74%	+7.34%
2020	6.09	14.04%	+9.15%
2021	3.77	-31.33%	+9.32%
2022	5.63	-7.10%	+13.42%

Pence/share figures relate to the fund's financial year ended February of the relevant year.

Rolling 5 Year change figure is calculated as Pence/share figure for relevant year compared to same figure from 5 years before.



## MONTHLY COMMENTARY

Whereas entering the year investors were anticipating the point at which interest rates would have to rise globally to combat inflation, exiting the year the focus has shifted to how close we are to rates peaking. The global economy has shown increasing signs of slowing down, partly as a result of central bank actions in restricting cheap finance but also the negative impact of war in Ukraine and slower than expected growth from China, and there are now encouraging signs that inflation has now peaked. The extent of global monetary policy tightening (interest rate rises) has been very aggressive, with the US having increased interest rates by 4.25% since March, the UK by 3.25% and the Eurozone by 2.5%. Even Japan surprised markets in the month by announcing an adjustment to its yield curve control policy, widening the band for its 10-year bond yield from 0.25% either side of the zero target to 0.5%. There is a lagged impact of such dramatic shifts in financial conditions and markets are keenly watching the commentary from the US Federal Reserve, who have been most on the front foot in tackling inflation, to decipher how much further rates might rise. Particularly, investors are looking to see whether there might be a pause in the rate-hiking cycle and the extent to which recent reductions in inflation are being driven by more transitory components, such as falling energy prices, or whether stickier core inflation (excluding volatile energy and food prices, such as wages) also show signs of falling.

At the start of the month investors were encouraged by the comment from Jerome Powell, the Chair of the Federal Reserve, stating that 'the time for moderating the pace of interest rate increases may come as soon as the December meeting' and that 'we wouldn't try and crash the economy and then clean up later'. Against a backdrop of an encouraging fall in US core inflation but persistently strong jobs data, the Fed duly delivered a 0.5% rise in rates, a reduction compared to previous 0.75% hikes. However, this was accompanied by commentary that looked to moderate recent market over-exuberance that the battle against inflation had been won. The UK and Eurozone also delivered 0.5% interest rate rises, although with some significant differences in the messaging. Whereas the UK Monetary policy Committee hinted at a rate pause in Q1 2023, the European Central Bank fears markets are underestimating its determination to bear down on inflation.

Reflecting both the extent of historic interest rate moves and expectations of more to come, UK and European 10-year government bond yields rose 0.5% over the month, reversing recent falls that accompanied weaker inflation data. 2-year Japanese bond yields moved out of negative territory for the first time since 2015. However, in the US, bond yields fell over the month despite the Fed warnings, as markets are beginning to discount the possibility monetary policy might be too tight, risks tipping the economy into recession and will need to be loosened at a later date.

The other significant news during the month was the announcement of a reversal in the China zero-Covid policy. Requirements to self-isolate have been dramatically relaxed as have quarantine restrictions for passengers entering the country. Whilst there was an expectation this would occur at some point, the timing was surprising given the increased number of Covid cases that are currently sweeping through the main cities in China. Economic data during the month continued to highlight the negative impact the previous policy was having, both on manufacturing output and on retail sales, which were weaker than expected. Markets have taken a positive view that re-opening of the economy will outweigh the negative impact of a severe Covid outbreak.

In December, the TB Wise Multi-Asset Income fund was up 0.4%, ahead of the IA Mixed 40-85% Investment sector which fell 1.4%. For what has been a very difficult year for investing with global equities and bonds recording one of their worst combined performances ever, we are disappointed to have delivered a negative performance (-3.7%) but are somewhat comforted by the fact we outperformed more than 90% of our peers in the IA Mixed 40-85% Investment sector.

Global equity markets retraced some of their strength in the last two months as enthusiasm that inflation was under control and interest rates were nearing a peak was tempered. US equity markets were weakest, compounded by a weaker dollar, whilst Chinese equity markets welcomed the news around zero-Covid. Industrial metals, such as copper and iron ore, also rose during the month reflecting hopes of stronger economic growth in China from relaxed Covid restrictions, a stabilization in the real estate sector as well as increased infrastructure stimulus. Copper rose 2% over the month whilst Iron Ore prices were up close to 20%. The strongest performance within the fund came from our financial holdings. Paragon, predominantly a mortgage lender to professional buy-to-let investors announced a strong set of full-year results, and the share rose 20% accordingly. Despite a tougher economic backdrop in the UK, the company continues to grow its loan book whilst its balance-sheet is robust, both in terms of the capital it holds and the provisions it has made against its loan book to reflect current economic uncertainty. Numis was another strong performer over the month which reflects the cheapness of its valuation rather the strength of the results it announced. This is a cyclical business and the current outlook for capital market deal volumes remaining subdued. Nonetheless, its market position remains strong and it is well positioned when markets turn in its favour. Our property holdings remain volatile, with abrdn Property Income rising 14% on the back of a strong lettings update and news around its financing, whereas Ediston Property fell 7% on its full year results. We believe the company is extremely well positioned to take advantage of current dislocation in the property market, having sold out of all of its non-retail warehouse assets earlier in the year. Whilst the net asset value could fall further at the year end, we believe this is reflected in the 37% discount the shares trade on and its 8% dividend yield is highly attractive. Another area of strength over the month was International Biotechnology Trust, which benefitted from its largest holding, Horizon Therapeutics, being acquired by Amgen at a 48% premium. This theme of large pharma buying biotech companies to replenish pipelines is a theme we expect to continue.

Over the month, we topped up our holdings in GCP Infrastructure, CT Private Equity and Ediston Property given recent weakness and wide discounts to net asset values.



## SHARE CLASS DETAILS

	B Acc (Clean)	B Inc (Clean)	W Acc (Institutional)	W Inc (Institutional)
Sedol Codes	BoLJ1M4	BoLJ016	BD386V4	BD386W5
ISIN Codes	GB00BoLJ1M47	GB00BoLJ0160	GB00BD386V42	GB00BD386W58
Minimum Lump Sum	£1,000	£1,000	£100 million	£100 million
Initial Charge	0%	0%	0%	0%
Exit Charge	0%	0%	0%	0%
IFA Legacy Trail Commission	Nil	Nil	Nil	Nil
Investment Management Fee	0.75%	0.75%	0.50%	0.50%
Operational Costs	0.16%	0.16%	0.16%	0.16%
Look-Through Costs CIS <sup>4</sup>	0.08%	0.08%	0.08%	0.08%
Ongoing Charges Figure ex-IC <sup>3</sup>	0.99%	0.99%	0.74%	0.74%
Look-Through Costs IC <sup>5</sup>	0.79%	0.79%	0.79%	0.79%
Ongoing Charges Figure <sup>1,2</sup>	1.78%	1.78%	1.53%	1.53%

**Important note:** The recommended methodology for calculating the underlying charges of the OCF has recently changed and now includes closed ended funds (e.g. investment trusts). This has resulted in an increase in the published OCF, however there has been no increase in the underlying charges applied to the fund, nor have the investments held by the fund changed, except where mentioned in the monthly commentary; the only change is that of the disclosure rules.

**All performance is still quoted net of fees.** To find out more click [here](#).

1. The Ongoing Charges Figure is based on the expenses incurred by the fund for the period ended 31 August 2022.
  2. Includes Investment Management Fee, Operational costs and look-through costs.
  3. The Ongoing Charges Figure ex-IC is based on the expenses incurred by the fund for the period ended 31 August 2022 excluding the look-through costs of Investment Companies.
  4. Collective Investment Schemes (open ended funds)
  5. Investment Companies (investment trusts/closed ended funds)
- The figures may vary year to year

## KEY DETAILS

Target Benchmarks <sup>1</sup>	UK CPI
Comparator Benchmark <sup>1</sup>	IA Mixed 40-85% Investment Sector
Launch date	3 October 2005
Fund value	£85.6 million
Holdings	37
Historic yield <sup>2</sup>	4.7%
Div ex dates	First day of every month
Div pay dates	Last day of following month
Valuation time	12pm

1. To find out more, please see the full prospectus.
2. The historic yield reflects distributions over the past 12 months as a percentage of the price of the B share class as at the date shown. It does not include any initial charge and investors may be subject to tax on their distributions.

## HOW TO INVEST

TB Wise Multi-Asset Income is available as an OEIC and is also suitable to include in stocks and shares ISAs. You can buy shares in the fund by visiting [www.tbailey.co.uk/wise](http://www.tbailey.co.uk/wise); by telephoning the TB Wise Investor Dealing Line on 0115 988 8258 (open business days between 9am and 5pm); or through various third parties platforms. Please contact us if you can not find the fund on your chosen platform.

## IMPORTANT INFORMATION

Full details of the TB Wise Funds, including risk warnings, are published in the TB Wise Funds Prospectus, the TB Wise Supplementary Information Document (SID) and the TB Wise Key Investor Information Documents (KIIDs) which are available on request and at [www.wise-funds.co.uk](http://www.wise-funds.co.uk). The TB Wise Funds are subject to normal stock market fluctuations and other risks inherent in such investments. The value of your investment and the income derived from it can go down as well as up, and you may not get back the money you invested. Capital appreciation in the early years will be adversely affected by the impact of initial charges and you should therefore regard your investment as medium-to-long term. Every effort is taken to ensure the accuracy of the data used in this document but no warranties are given. Wise Funds Limited is authorised and regulated by the Financial Conduct Authority, No. 768269. T. Bailey Fund Services Limited is authorised and regulated by the Financial Conduct Authority, No. 190293.

## CONTACT US



**JOHN NEWTON**  
Business Development Manager

John started his investment career in 2003 before he joined the Wise Funds team in November 2015 as the business development manager.

**E:** [john.newton@wise-funds.co.uk](mailto:john.newton@wise-funds.co.uk)  
**T:** 07912 946 051

The Great Barn,  
Chalford Park Barns,  
Oxford Road,  
Chipping Norton,  
Oxfordshire  
OX7 5QR

**T:** 01608 695 180  
**W:** [www.wise-funds.co.uk](http://www.wise-funds.co.uk)

Authorised Corporate Director &  
Administrator:  
T. Bailey Fund Services Ltd  
([www.tbailey.co.uk/wise](http://www.tbailey.co.uk/wise))